Review of bachelor thesis

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Bachelor thesis topic: Financial Analysis of the PetroChina Company Limited

Knowledge of financial analysis is not only an important part of financial management. It is also subject of interest of financial analysts and other external entities. Verification methods and tools of financial analysis on the data of selected company are important for all students.

The aim of the bachelor thesis is evaluation of financial position of the PetroChina Company Limited using the selected financial analysis methods and pyramidal decomposition of Return on equity. As to the results and conclusions presented in this bachelor thesis it can be confirmed that the topic mentioned in the introduction has been reached.

Bachelor thesis is divided into five chapters. All text mentioned in these chapters agree with the names of this chapters and it can be seen consistency and logical relationship of individual chapters. Second chapter is only theoretical and author mentioned selected methods of financial analysis. Her attention concentrated on horizontal and vertical analysis, ratio analysis and pyramidal decomposition of the selected ratio (Return on equity). It is necessary to mention that all facts are described well without important mistakes and errors. Author tried to present all essential characteristics of these methods and tried to use good formulas of individual ratios. Third chapter concerns some main historical and present information about evaluation of company.

Practical financial analysis can be found only in chapter four and author used horizontal and vertical analysis firstly. Presented data are correct and author showed good knowledge and orientation not only in this method of financial analysis but in company’s statements as well. Moreover observed data was appropriately supplemented by charts and tables. In part of this chapter which contains the results obtained through the of ratio analysis all results are correct, are well commented and comparison of company’s results with results of competing firms is convenient as well. In the final section of this chapter pyramidal decomposition of ROE is connected and observed changes are explained without important errors. In conclusion, the author demonstrated a good understanding of the issues of financial analysis that she can process input data and she is able provide appropriate conclusions.

With the references the formal requirements bachelor thesis is without significant errors and is completely in accordance with the instructions. The text is suitably supplemented by charts and tables that match the referred data. Only author could use more references to used literatures.

According above mentioned facts, bachelor thesis can be definitely recommended to the defence.

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